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### BEFORE THE POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268–0001

COMPETITIVE PRODUCT PRICES
PARCEL SELECT & PARCEL RETURN SERVICE
CONTRACT 10 (MC2020–83)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2020-82

### USPS NOTICE OF AMENDMENT TO PARCEL SELECT & PARCEL RETURN SERVICE CONTRACT 10, FILED UNDER SEAL

(March 25, 2022)

The Postal Service hereby provides notice that the terms of Parcel Select & Parcel Return Service Contract 10, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Parcel Select & Parcel Return Service Contract 10 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective one business day following the day that the Commission completes its review of this filing.

The Postal Service is also filing supporting financial documentation and a certified statement as required by 39 C.F.R. § 3015.5. The certified statement required by 39 C.F.R. § 3015.5(c)(2) is provided in Attachment B. A redacted version of the supporting financial documentation is included with this filing as a separate Excel file. The Postal Service's original application for non-public treatment in this docket is hereby incorporated by reference for the protection of these materials.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorney:

Sean C. Robinson

475 L'Enfant Plaza, SW Washington, D.C. 20260-1137 (202) 268-8405 Sean.C.Robinson@usps.gov March 25, 2022

### **ATTACHMENT A**

### **REDACTED AMENDMENT TO**

### PARCEL SELECT & PARCEL RETURN SERVICE CONTRACT 10

# AMENDMENT #2 OF SHIPPING SERVICES CONTRACT BETWEEN THE UNITED STATES POSTAL SERVICE

AND

# REGARDING PARCEL SELECT SERVICE AND PARCEL RETURN SERVICE

WHEREAS, the United States Postal Service (the "Postal Service") and "Customer") entered into a Shipping Services Contract, Parcel Select & Parcel Return Service Contract 10/Docket No. CP2020-82, regarding Parcel Select and Parcel Return Service on December 23, 2019.

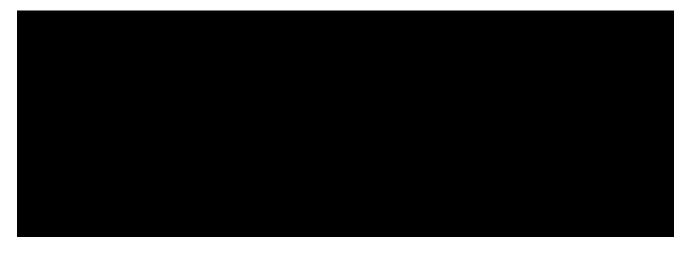
WHEREAS, the Parties desire to amend the terms of the Contract by replacing Table E in Section I.J; and adding new Section I.S, with Tables I, J and K, to the Contract.

NOW, THEREFORE, the Parties agree that the Contract is hereby amended as detailed below. The existing Contract remains unchanged in all other respects. This Amendment shall become effective one (1) business day following the day on which the Commission issues all necessary regulatory approval.

[Replace Table E in Section I.J; and add new Section I.S, with new Tables I, J and K, to the Contract, as follows.]

#### I. Terms

J. [Unchanged, except to replace Table E.]



- S. Nonstandard Length, Nonstandard Volume and Dimension Noncompliance Fees.
  - Beginning on the latter of the Effective Date of this Amendment, or April 3, 2022, Customer's DDU packages, measuring greater than

will be exempt from the Nonstandard

Length Fees.

- 2. Beginning on the latter of the Effective Date of this Amendment, or April 3, 2022, Customer's Parcel Select DNDC and DSCF packages will be exempt from Nonstandard Length and Nonstandard Volume Fees, as long as the conditions set forth below in Section S.4 and Table I are met.
- 3. Beginning on the latter of the Effective Date of this Amendment, or April 3, 2022, Customer's DDU packages will be exempt from Nonstandard Volume Fees, as long as the conditions set forth below in Section S.5 and Table J are met.
- 4. For Customer's Parcel Select packages referenced in Section S.2 to be exempt from the applicable Nonstandard Fees, the percentage of Parcel Select packages, exceeding the Nonstandard Lengths and Nonstandard Volume, must not exceed the percentage of total Parcel Select packages for each Destination Entry category in each Contract Year pursuant to Table I below. If the percentage of packages exceeds the percentage threshold for the Calendar Year, pursuant to Table I, the Customer will be charged the applicable Custom Nonstandard Fee shown in Table K for each Parcel Select package that exceeds the Nonstandard Length and Nonstandard Volume requirement.



5. For Customer's Parcel Select packages referenced in Section S.3 to be exempt from the applicable Nonstandard Fees, Customer is required to attain the necessary volume of Contract Packages shipped per Calendar Year, and not exceeding the corresponding percentage of packages that exceed the Nonstandard Volume of 2 cubic feet. If the percentage of packages exceeds the threshold for the corresponding volume level by Calendar Year, pursuant to Table J, the Customer will be charged the applicable Custom Nonstandard Volume Fee shown in Table K for each Parcel Select DDU package exceeding



6. On the latter of the Effective Date of this Amendment, or April 3, 2022, the following customized Nonstandard Fees in Table K below, will be charged on those Parcel Select DNDC, DSCF and DDU packages tendered by Customer to the Postal Service under this Contract, not meeting the conditions set forth in Sections S.4 and S.5, along with Tables I and J above. Only packages exceeding the percentages pursuant to Tables I and J above will be charged the Custom Nonstandard Fees shown in Table K below.



7. Customer's DSCF, DNDC and DDU Parcel Select packages originating from and/or addressed to the ZIP Codes in Table A are not eligible for the customized Nonstandard Fees or exemptions covered in this Amendment, and will be subject to prevailing published Nonstandard Length, Nonstandard Volume and Dimension Noncompliance Fees.

8. If during the term of the Contract the customized Non-Standard Fees exceed the prevailing published Nonstandard Fees, the Customer will pay the published fee.

IN WITNESS WHEREOF, the Parties hereto have caused this Amendment to be duly executed as of the later date below:

UNITED	
Signed b	Jacqueline Strako y:
Printed 1	Name: Jacqueline Strako
Title: C	thief Commerce & Business Solutions Officer and Executive Vice President
Date:	3/21/2022
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## ATTACHMENT B SIGNED CERTIFICATION

### **Certification of Prices for Amendment to**

### Parcel Select and Parcel Return Service Contract 10

I, Lisa H. Arcari, Director, Domestic Package Pricing, Finance Department, am familiar with the prices and terms for the amendment to Parcel Select and Parcel Return Service Contract 10. The amended prices and terms contained in this Contract were established by the Decision of the Governors of the United States Postal Service on the Establishment of Prices and Classifications for Domestic Competitive Agreements, Outbound International Competitive Agreements, Inbound International Competitive Agreements, and Other Non-Published Competitive Rates (Governors' Decision No. 19-1).

I hereby certify, based on the financial analysis provided herewith, that the amended prices are in compliance with 39 U.S.C § 3633 (a)(1), (2), and (3). They are expected to cover attributable costs. There should therefore be no subsidization of competitive products by market dominant products. The amended contract should not impair the ability of competitive products on the whole to cover an appropriate share of institutional costs.

Lisa Arcari Digitally signed by Lisa Arcari Date: 2022.03.25 13:35:04 -04'00'

Lisa H. Arcari